

MARY SUE STAGES, CPA
A PROFESSIONAL ACCOUNTING CORPORATION

P. O. Box 30/3121 Van Buren Suite A
Street
Baker, LA 70704-0030
70722
225-775-4982
4736
Fax 800-641-1317

2570
6
P. O. Box 964/11504 Liberty

Clinton, LA

225-683-9832 ♦ 800-585-

Email marysue@marysuestagescpa.com

Mr. J. R. Rouchon, Parish Manager
and Members of the Police Jury
P. O. Box 427
Clinton, Louisiana 70722

The financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the primary government of the East Feliciana Parish Police Jury as of and for the year ended December 31, 2012, is being reissued for the following reasons:

1. The independent auditors' report (page 3) did not specifically identify all accompanying schedules in paragraph under *Other Matters – Other Information*.
2. The independent auditors' report (page 3) has been dual dated.
3. Note 15 (page 36) was added to describe the omission of federal grants from the SEFA.
4. The schedule of expenditures of federal awards (page 46) did not identify FEMA grants as programs tested as major programs.
5. The schedule of findings and questioned costs (page 53) did not include information regarding the identification of programs tested as major programs (section I, item C).

Respectfully,

Mary Sue Stages, CPA
June 9, 2015

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

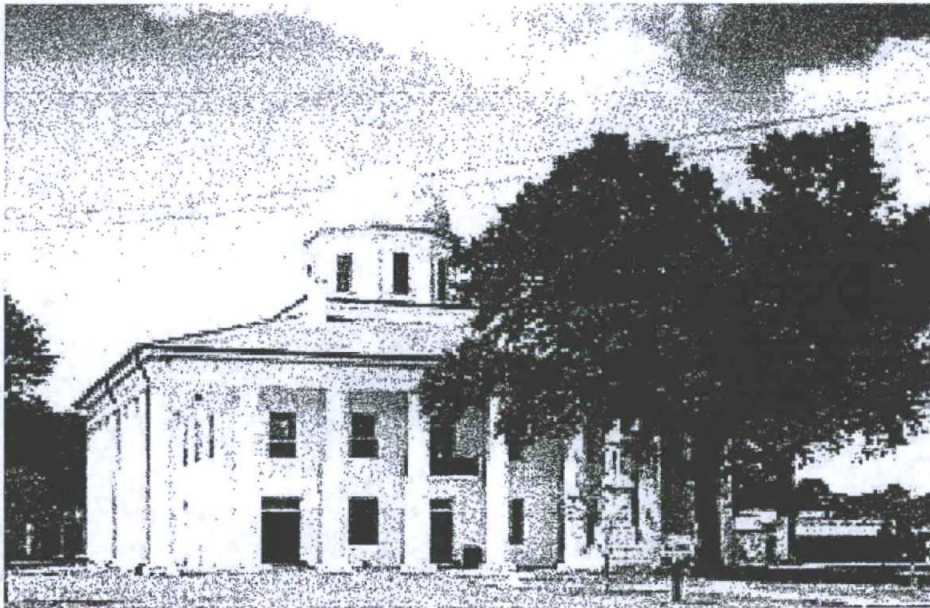
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REISSUE

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA**

ANNUAL FINANCIAL REPORT

**AS OF AND FOR THE
YEAR ENDED DECEMBER 31, 2012**



East Feliciana Parish Courthouse
(National Historic Landmark)
Clinton, Louisiana
Circa 1936

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
ANNUAL FINANCIAL REPORT
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2012**

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**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
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BASIC FINACIAL STATEMENTS

MARY SUE STAGES, CPA
A PROFESSIONAL ACCOUNTING CORPORATION

3121 Van Buren Street, Suite A * P. O. Box 30
Baker, Louisiana 70704-0030
Phone (225) 775-4982 * Fax (225) 775-4912

Louisiana Society of Certified Public Accountants
American Institute of Certified Public Accountants
Association of Governmental Accountants
Governmental Audit Quality Control Center

INDEPENDENT AUDITORS' REPORT

Mr. Glen Kent, Parish Manager
and the Members of the Police Jury
East Feliciana Parish Police Jury
P. O. Box 427
Clinton, Louisiana 70722

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the East Feliciana Parish Police Jury as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the East Feliciana Parish Police Jury's financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the component unit financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the

effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on Aggregate Discretely Presented Component Units and Qualified Opinion on Aggregate Remaining Fund Information

The financial statements referred to above do not include financial data for the East Feliciana Parish Police Jury's legally separate component units. Accounting principles generally accepted in the United States of America require financial data for those component units to be reported with the financial data of the East Feliciana Parish Police Jury's primary government unless the Police Jury also issues financial statements for the financial reporting entity that include the financial data for its component units. The Police Jury has not issued such reporting entity financial statements. The amount by which this departure would affect the assets, liabilities, net position, revenues and expenses of the government-wide financial statements has not been determined.

Adverse Opinion on Aggregate Discretely Presented Component Units

In our opinion, because of the significance of the matter described in the preceding paragraph, the financial statements referred to above do not present fairly the financial position of the aggregate discretely presented component units of the East Feliciana Parish Police Jury as of December 31, 2012, or the changes in the financial position thereof for the year then ended.

Qualified Opinion on Aggregate Remaining Fund Information

In our opinion, because of the significance of the matter described in the "Basis for Adverse Opinion on Aggregate Discretely Presented Component Units and Qualified Opinion on Aggregate Remaining Fund Information", the financial statements referred to above present fairly, in all material respects, the financial position of the aggregate remaining fund information of the East Feliciana Parish Police Jury as of December 31, 2012, or the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the East Feliciana Parish Police Jury as of December 31, 2012, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters - Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedules be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the component unit financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of

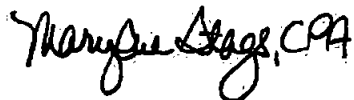
preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Matters – Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the East Feliciana Parish Police Jury's basic financial statements. The combining and individual fund statements, schedule of changes in deposits and other payables, schedule of compensation paid to governing members and schedule of subsequent budgets are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, is presented for purposes of additional analysis and is also not a required part of the financial statements. This supplemental information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statement of fiduciary net position and the schedule of changes in fiduciary net position is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2013, on our consideration of the East Feliciana Parish Police Jury's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the East Feliciana Parish Police Jury's internal control over financial reporting and compliance.



Mary Sue Stages, CPA, APAC

Baker, LA

June 30, 2013, except for Note 15, as to
which the date is May 21, 2015

REQUIRED SUPPLEMENTAL INFORMATION
(PART 1 OF 2)

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
MANAGEMENTS' DISCUSSION & ANALYSIS
DECEMBER 31, 2012**

As management of the East Feliciana Parish Police Jury (hereinafter referred to as the Police Jury), we offer readers of the East Feliciana Parish Police Jury's financial statements this narrative overview and analysis of the financial activities of the East Feliciana Parish Police Jury for the year ended December 31, 2012. The emphasis of discussions about these statements will be on current year data. This discussion and analysis of the East Feliciana Parish Police Jury's financial statements provide an overview of its financial activities for the year.

Financial Highlights

- The assets of the Police Jury exceeded its liabilities at the close of the most recent year by \$13,128,810 (net position).
- The Police Jury was able to secure \$805,729 in grants and other capital/operating contributions to assist in operations.
- There has been no new debt incurred and all current debt obligations were met.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Police Jury's basic financial statements. The Police Jury's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the Police Jury's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the Police Jury's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference between these reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Police Jury is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the Police Jury that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Police Jury include general government, public safety, public works, economic development, culture, recreation, health and welfare. The Police Jury has no business-type activities such as water or sewer services. The government-wide financial statements can be found on pages 11-13 of this report.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
MANAGEMENTS' DISCUSSION & ANALYSIS
DECEMBER 31, 2012**

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Police Jury, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Police Jury can be divided into two categories: governmental funds and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Police Jury maintains six individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the general fund, roads and bridges fund and the solid waste fund, all of which are considered to be major funds. Data from the other three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Police Jury adopts an annual budget for its general fund and major special revenue funds. Budgetary comparison statements have been provided for the general, roads and bridges and solid waste funds to demonstrate compliance with these budgets. The basic governmental fund financial statements can be found on pages 15-19 of this report.

Fiduciary funds. Fiduciary funds report resources that are held for other parties and that cannot be used to support the Police Jury's programs. Reporting for these types of funds is based on the flow of economic resources measurement focus and the accrual basis of accounting. The Police Jury maintains one type of fiduciary fund – agency funds. Agency funds are created to account for resources held on a temporary, purely custodial basis until such time, as determined by legal contract or circumstances, they are returned to their owner(s). The fiduciary fund statement can be found on page 20 of this report.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
MANAGEMENTS' DISCUSSION & ANALYSIS
DECEMBER 31, 2012**

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes are indexed on page 22 and begin immediately after.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Police Jury's budgetary comparison schedules for its major governmental funds. The required supplementary information can be found immediately following the notes.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on budgetary comparison schedules.

Government-wide Financial Analysis

The following is a summary of the East Feliciana Parish Police Jury's net position:

**SUMMARY OF NET POSITION
Governmental Activities**

	<u>2012</u>	<u>2011</u>
Assets:		
Current and other assets	\$ 7,386,785	\$ 6,044,093
Capital assets, net	<u>8,154,404</u>	<u>8,114,155</u>
Total Assets	15,541,189	14,158,248
Liabilities:		
Other liabilities	2,394,095	2,250,147
Long-term liabilities	<u>18,284</u>	<u>39,514</u>
Total Liabilities	<u>2,412,379</u>	<u>2,289,661</u>
Net Position:		
Net investment in capital assets	8,141,217	8,100,969
Restricted	4,462,797	3,139,197
Unrestricted	<u>524,796</u>	<u>628,421</u>
Total Net Position	<u>13,128,810</u>	<u>11,868,587</u>

The largest portion of the Police Jury's net position (62%) reflects its investment in capital assets (e.g. land, buildings, improvements, streets and bridges, equipment, vehicles and furniture), less any related debt used to acquire or construct those assets that are still outstanding. The Police Jury uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Police Jury's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
MANAGEMENTS' DISCUSSION & ANALYSIS
DECEMBER 31, 2012**

An additional portion of the Police Jury's net position (34%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of the unrestricted net position, if any, may be used to meet the government's on-going obligations to citizens and creditors.

The following is a summary of the East Feliciana Parish Police Jury's changes in net position:

**SUMMARY OF CHANGES IN NET POSITION
Governmental Activities**

	<u>2012</u>	<u>2011</u>
Revenues:		
Charges for services	\$ 426,852	\$ 406,580
Operating grants and contributions	417,674	1,835,281
Capital grants and contributions	388,055	285,031
General revenues/transfers	<u>5,292,701</u>	<u>4,660,002</u>
Total Revenues	6,525,282	7,186,894
Expenses:		
General government	857,410	819,408
Culture and recreation	3,077	3,611
Economic development	56,833	25,951
Health and welfare	303,456	322,764
Public safety	1,370,590	1,108,696
Public works	2,672,236	3,435,081
Interest	<u>1,457</u>	<u>2,267</u>
Total Expenses	5,265,059	5,717,778
Change in Net Position	1,260,223	1,469,116
Net Position, beginning of year	<u>11,868,587</u>	<u>10,399,471</u>
Net Position, end of year	<u>13,128,810</u>	<u>11,868,587</u>

Governmental Funds Budgetary Highlights

General Fund revenues realized were \$608,524 greater than the amount budgeted. Expenditures were \$5,554 less than expenditures budgeted. This provided for a positive variance overall, after considering the positive variance of 7,075 for transfers, of \$610,045.

Roads & Bridges Fund received \$365,282 more than anticipated and expended \$1,947,363 less than was budgeted.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
MANAGEMENTS' DISCUSSION & ANALYSIS
DECEMBER 31, 2012**

The Solid Waste Fund reported \$302,653 more in revenues than budgeted. Expenditures, in turn, were \$194,661 less than expected. This resulted in an overall positive variance of \$497,315.

Capital Asset and Debt Administration

Capital Assets. The Police Jury's investment in capital assets for its governmental activities as of December 31, 2012, totaled \$8,141,217 (net of accumulated depreciation and related debt). This investment in capital assets includes land, buildings, improvements, streets and bridges, equipment, vehicles and furniture.

Major capital asset events during the current fiscal year included the following:

- Motor graders at a cost of \$385,989;
- On-going renovations to the Courthouse in the amount of \$21,000; and
- Computers/software of \$8,940.

Capital assets as of December 31, 2012 and 2011 are detailed in the following table.

**CAPITAL ASSETS
Net of Accumulated Depreciation
Governmental Activities**

	<u>2012</u>	<u>2011</u>
Land	\$ 259,230	\$ 259,230
Buildings/improvements	5,462,729	5,659,570
Equipment/furniture	1,404,037	1,095,343
Streets/bridges	<u>1,028,408</u>	<u>1,100,012</u>
Total	<u>8,154,404</u>	<u>8,114,155</u>

Long-Term Debt. At the end of the current fiscal year, the Police Jury had total bonded debt outstanding of \$13,187. There was also a non-interest bearing note totaling \$25,575. Additional information such as principal and interest payments remaining can be found in the notes to the financial statements of this report.

Request for Information

This financial report is designed to provide a general overview of the East Feliciana Parish Police Jury's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Mr. Glen Kent, East Feliciana Parish Police Jury, P. O. Box 427, Clinton, Louisiana 70722, (225) 683-3100.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
STATEMENT OF NET POSITION
DECEMBER 31, 2012**

		Governmental Activities
<u>ASSETS</u>		
Cash and cash equivalents		\$ 4,315,118.37
Receivables, net		763,442.27
Due from other funds		2,149,463.38
Due from other governmental agencies		158,761.23
Capital assets, net		<u>8,154,403.69</u>
	Total Assets	15,541,188.94
 <u>DEFERRED OUTFLOWS OF RESOURCES</u>		 -
 <u>LIABILITIES</u>		
Accounts payable		349,478.83
Due to other funds		1,998,308.15
Due to other governmental agencies		12,402.04
Notes payable		25,574.94
Bonds payable		13,186.82
Compensated absences		<u>13,428.00</u>
	Total Liabilities	2,412,378.78
 <u>DEFERRED INFLOWS OF RESOURCES</u>		 -
 <u>NET POSITION</u>		
Net investment in capital assets		8,141,216.87
Restricted for:		
Health unit operations/maintenance		678,987.06
Homeland security		36,851.33
Maintenance/construction		625,434.60
Solid waste management		3,121,523.98
Unrestricted		<u>524,796.32</u>
	Total Net Position	<u>13,128,810.16</u>

See Accompanying Notes and Independent Auditors' Report

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2012**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Capital</u>	<u>Revenues(Expenses)</u>
		<u>Services</u>	<u>Grants and</u>	<u>Grants and</u>	<u>Governmental</u>
			<u>Contributions</u>	<u>Contributions</u>	<u>Activities</u>
Governmental Activities					
General government	\$ 857,410.15	\$ 75,492.07	\$ 67,455.28	\$ 47,162.50	\$ (667,300.30)
Culture and recreation	3,077.20	-	-	-	(3,077.20)
Economic development	56,833.10	-	3,000.00	-	(53,833.10)
Health and welfare	303,455.84	-	-	-	(303,455.84)
Public safety	1,370,590.33	351,360.35	184,811.94	110,452.95	(723,965.09)
Public works	2,672,236.40	-	162,407.02	230,439.71	(2,279,389.67)
Interest on long-term debt	1,457.00	-	-	-	(1,457.00)
Total Governmental Activities/Primary Government	5,265,060.02	426,852.42	417,674.24	388,055.16	(4,032,478.20)
General Revenues and Transfers					
Intergovernmental revenues					315,161.74
Taxes:					
Ad valorem					639,935.27
Severance					317,528.48
Sales					3,363,111.54
Franchise fees					8,428.81
Insurance rebates					76,536.84
Licenses and permits					277,692.49

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
STATEMENT OF ACTIVITIES (Continued)
YEAR ENDED DECEMBER 31, 2012**

	Net Revenues(Expenses)
	<u>Governmental Activities</u>
Fines and forfeitures	\$ 139,443.26
Interest earned	5,429.70
Other revenues	<u>149,433.36</u>
Total General Revenues and Transfers	<u>5,292,701.49</u>
Change in Net Position	1,260,223.29
Net Position, beginning, restated	<u>11,868,586.87</u>
Net Position, ending	<u><u>13,128,810.16</u></u>

See Accompanying Notes and Independent Auditors' Report

FUND FINANCIAL STATEMENTS

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2012**

	<u>General</u>	<u>Roads & Bridges</u>	<u>Solid Waste</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>					
Cash and cash equivalents	\$ 996,132.94	\$ 1,142,729.07	\$ 1,853,245.96	\$ 323,010.40	\$ 4,315,118.37
Receivables, net:					
Accounts	1,139.99	-	-	4,219.74	5,359.73
Taxes	311,069.46	-	99,930.70	347,082.38	758,082.54
Due from other funds	698,628.82	124,493.55	1,275,000.00	51,341.01	2,149,463.38
Due from other govt agencies	96,515.18	20,369.05	-	41,877.00	158,761.23
TOTAL ASSETS	2,103,486.39	1,287,591.67	3,228,176.66	767,530.53	7,386,785.25
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable	146,360.84	110,414.14	84,266.03	8,437.82	349,478.83
Due to other funds	51,156.19	1,809,941.22	22,386.65	114,824.09	1,998,308.15
Due to other govt agencies	-	-	-	12,402.04	12,402.04
Total Liabilities	197,517.03	1,920,355.36	106,652.68	135,663.95	2,360,189.02
Fund Balances (Deficit):					
Restricted for:					
Health unit oper/maintenance	-	-	-	678,987.06	678,987.06
Homeland security	36,851.33	-	-	-	36,851.33
Maintenance/construction	32,638.43	(1,268,323.96)	-	-	(1,235,685.53)
Solid waste management	-	-	3,121,523.98	-	3,121,523.98
Committed for:					
Debt service	5,270.76	-	-	-	5,270.76
Road improvements	-	635,560.27	-	-	635,560.27
Coroner/court operations	-	-	-	(47,120.48)	(47,120.48)
Claims and judgements	140,324.77	-	-	-	140,324.77
Unassigned	1,690,884.07	-	-	-	1,690,884.07
Total Fund Balances (Deficit)	1,905,969.36	(632,763.69)	3,121,523.98	631,866.58	5,026,596.23
TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)	2,103,486.39	1,287,591.67	3,228,176.66	767,530.53	7,386,785.25

See Accompanying Notes and Independent Auditors' Report

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS
DECEMBER 31, 2012**

Total Fund Balances - Total Governmental Funds	\$ 5,026,596.23
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Amounts reported for governmental activities in the
Statement of Net Assets are different because:

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the Governmental Funds Balance Sheet. This is the capital assets, net of accumulated depreciation, reported on the Statement of Net Assets.	8,154,403.69
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Long-term liabilities are not due and payable in the current
period and, therefore, are not reported in the Governmental
Funds Balance Sheet. This is the long-term liabilities reported
on the Statement of Net Assets:

Compensated absences payable	(13,428.00)
Notes payable	(25,574.94)
Bonds payable	<u>(13,186.82)</u>

Total Net Assets - Governmental Activities	<u><u>13,128,810.16</u></u>
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See Accompanying Notes and Independent Auditors' Report

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2012**

	<u>General</u>	<u>Roads & Bridges</u>	<u>Solid Waste</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>REVENUES</u>					
Intergovernmental	\$ 19,753.00	\$ 237,609.22	\$ -	\$ 57,799.52	\$ 315,161.74
Taxes:					
Ad valorem	280,595.70	-	-	359,339.57	639,935.27
Severance	317,528.48	-	-	-	317,528.48
Sales	508,867.93	1,405,366.11	1,448,877.50	-	3,363,111.54
Franchise fees	8,428.81	-	-	-	8,428.81
Insurance rebates	76,536.84	-	-	-	76,536.84
Licenses and permits	272,492.49	5,200.00	-	-	277,692.49
Charges for services	75,492.07	-	-	-	75,492.07
Fine and forfeitures	-	-	-	139,443.26	139,443.26
Rents and other fees	351,360.35	-	-	-	351,360.35
Grants and other contributions	568,099.85	230,439.71	7,189.84	-	805,729.40
Interest earned	523.91	932.92	3,785.94	186.93	5,429.70
Other revenues	38,785.54	934.48	-	5,463.34	45,183.36
Total Revenues	2,518,464.97	1,880,482.44	1,459,853.28	562,232.62	6,421,033.31
<u>EXPENDITURES</u>					
General government	650,965.80	-	-	-	650,965.80
Culture and recreation	3,077.20	-	-	-	3,077.20
Economic development	56,833.10	-	-	-	56,833.10
Health and welfare	142,305.13	-	-	161,150.71	303,455.84
Public safety	1,099,156.41	-	-	217,898.65	1,317,055.06
Public works	222,102.21	1,336,894.98	997,538.53	-	2,556,535.72
Debt service:					
Principal	29,219.01	-	-	-	29,219.01
Interest	1,457.00	-	-	-	1,457.00
Capital outlay	29,939.84	385,989.00	-	-	415,928.84
Total Expenditures	2,235,055.70	1,722,883.98	997,538.53	379,049.36	5,334,527.57
Excess of Revenues over Expenditures Before Other Financing Sources (Uses)	283,409.27	157,598.46	462,314.75	183,183.26	1,086,505.74

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (Continued)
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2012**

	<u>General</u>	<u>Roads & Bridges</u>	<u>Solid Waste</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers, net	(67,924.80)	404,924.80	-	(337,000.00)	-
Sales of tangible assets	-	104,250.00	-	-	104,250.00
Total Other Financing Sources (Uses)	(67,924.80)	509,174.80	-	(337,000.00)	104,250.00
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	215,484.47	666,773.26	462,314.75	(153,816.74)	1,190,755.74
Fund Balances (Deficit), beginning	1,690,484.89	(1,299,536.95)	2,659,209.23	785,683.32	3,835,840.49
Fund Balances (Deficit), ending	1,905,969.36	(632,763.69)	3,121,523.98	631,866.58	5,026,596.23

See Accompanying Notes and Independent Auditors' Report

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2010**

Change in Fund Balances - Total Governmental Funds \$ 1,190,755.74

Amounts reported for governmental activities in the
Statement of Activities are different because:

Governmental funds report capital outlays as expenditures.
However, in the Statement of Activities, the cost of those
assets is allocated over their estimated useful lives as
depreciation expense. This is the amount by which capital outlay
exceeded depreciation charged in the current period.

40,248.54

Governmental funds do not recognize the change in long-term
debt. Instead, these funds recognize both principal and interest
as current year expenditures. Additionally, the receipt of loan or
bond proceeds are recorded as revenue in governmental funds.

Principal payments

29,219.01

Change in Net Assets - Governmental Activities

1,260,223.29

See Accompanying Notes and Independent Auditors' Report

**EAST FELICIANA PARISH POLICY JURY
CLINTON, LOUISIANA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
DECEMBER 31, 2012**

	<u>Library Tax</u>	<u>Sales Tax</u>	<u>Totals</u>
<u>ASSETS</u>			
Receivables, net: Taxes	\$ 334,708.03	\$ 236,203.91	\$ 570,911.94
TOTAL ASSETS	334,708.03	236,203.91	570,911.94
<u>LIABILITIES AND NET ASSETS</u>			
Liabilities:			
Due to other funds	-	151,155.23	151,155.23
Due to other governmental agencies	334,708.03	85,048.68	419,756.71
Total Liabilities	334,708.03	236,203.91	570,911.94
Net Assets:			
Restricted	-	-	-
TOTAL LIABILITIES AND NET ASSETS	334,708.03	236,203.91	570,911.94

See Accompanying Notes and Independent Auditors' Report

NOTES TO THE FINANCIAL STATEMENTS

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
INDEX TO NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

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**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

INTRODUCTION

The East Feliciana Parish Police Jury is the governing authority for East Feliciana Parish and is a political subdivision of the State of Louisiana. Nine jury members, representing the individual districts within the parish, govern the Police Jury. They serve four-year terms and are paid for their services.

Louisiana Revised Statute 33:1236 gives the Police Jury various powers in regulating and directing the affairs of the parish and its inhabitants. The more notable of these are the power to make regulations for its own governments; to regulate the construction and maintenance of roads, bridges and drainage systems; to regulate the sale of alcoholic beverages; and to provide for the health and welfare of the poor, disadvantaged and unemployed in the parish. Funding is provided primarily (69%) by ad valorem and sales taxes. The area of East Feliciana Parish includes 455 square miles wherein 288 miles of roads are maintained. The population is 21,360 persons, and the Police Jury employs 37 persons.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting practice of the Police Jury conforms to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of La. Revised Statute 24:513 and to the guidelines set forth in the *Louisiana Governmental Audit Guide*, and to the industry audit guide *Audits of State and Local Governmental Units*.

The following is a summary of certain significant accounting policies:

Financial Reporting Entity: Governmental Accounting Standards Board (GASB) Statement No. 14, *The Reporting Entity*, establishes criteria for determining the reporting entity and its component units. Under provisions of this statement, the Police Jury is considered a primary government, since it is a special purpose government that has a separately-elected governing body, is legally separate and is fiscally independent of other state or local governments. This report includes the financial position and activity of the primary government only. It does not include all funds that are controlled by or dependent on the Police Jury's executive or legislative branches (Parish Manager and/or Police Jury). Control by or dependence on the Police Jury was determined on the basis of oversight responsibility, including accountability for fiscal and budgetary matters, designation of management or governing authority and authority to issue debt.

Component units of the Police Jury for which financial statements are issued separately from the Police Jury include the (1) Audubon Regional Library; (2) Gas Utility Districts No. 1 and 2; (3) East Feliciana Council on Aging; (4) East Feliciana Parish Sheriff; (5) East Feliciana Parish Clerk of Court; (6) East Feliciana Tax Assessor; (7) 20th Judicial District Attorney; (8) East Feliciana Parish Fire Protection District and (9) East Feliciana Parish Emergency Communications Commission.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

Government-wide Accounting: In accordance with Government Accounting Standards Board Statement No. 34, the Police Jury has presented a statement of net position and statement of activities for the Police Jury as a whole. These statements include the primary government with the exception of fiduciary funds. Those funds are reported separately. Government-wide accounting is designed to provide a more comprehensive view of the government's operations and financial position as a single economic entity. Government-wide statements distinguish between governmental and business-type activities.

Governmental activities are those financed through taxes, intergovernmental revenues and other non-exchange revenues and are usually reported in governmental and internal service funds. Business activities are financed in whole or in part through fees charged for goods or services to the general public and are usually reported in proprietary funds.

Policies specific to the government-wide statements are as follows:

Eliminating Internal Activity

Inter-fund receivables and payables are eliminated in the statement of net assets except for the net residual amounts due between governmental and business-type activities. These are presented as internal balances. The allocation of overhead expenses from one function to another or within the same function is eliminated in the statement of activities. Allocated expenses are reported by the function to which they were allocated.

Capitalizing Assets

Tangible and/or intangible assets used in operations with an initial useful life that extends beyond one year are capitalized. Infrastructure assets such as roads and bridges are also capitalized. Capital assets are recorded at their historical cost or estimated cost where historical cost is unavailable and are depreciated using the straight-line or modified accelerated recovery cost system methods of depreciation over their estimated useful lives. They are reported net of accumulated depreciation on the Statement of Net Assets.

Using the requirements of GASB Statement No. 34, the Police Jury is considered a Phase 3 government as total annual revenues is less than \$10 million. Such governments were not required to report major general infrastructure assets retroactively. The Police Jury opted not to retroactively report these types of capital assets.

Program Revenues

The statement of activities presents three categories of program revenues – (1) charges for services; (2) operating grants and contributions; and (3) capital grants and contributions. Charges for services are those revenues arising from charges to customers who purchase, use or directly benefit from goods and services provided by the Police Jury. Grants and contributions, whether operating or capital in nature, are revenues arising from receipts that are reserved for a specific use.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

Indirect Expenses

Expenses are reported according to function except for those that meet the definition of special or extraordinary items. Direct expenses are specifically associated with a service or program. Indirect expenses include general government or administration that cannot be specifically traced to a service or program. Governments are not required to allocate indirect expenses to other functions, and the Police Jury has chosen not to do so.

Operating Revenues

Proprietary funds separately report operating and non-operating revenues. The Police Jury does not have any proprietary funds and, therefore, does not recognize operating revenues.

Restricted Net Position

Restricted net position is that for which a constraint has been imposed either externally or by law. The Police Jury recognizes the use of reserved resources for expenditures that comply with the specific restrictions. Reserved resources are exhausted before unreserved net position is used.

Fund Accounting: The Police Jury uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

A fund is a separate entity with a self-balancing set of accounts. Funds of the Police Jury are classified into two categories: governmental and fiduciary. Each category, in turn, is divided into separate fund types. The fund classifications and a description of each existing fund type follow:

Governmental Funds: Governmental funds account for all or most of the Police Jury's general activities, including the collection and disbursement of specific or legally reserved monies, the acquisition or construction of general fixed assets, and the servicing of general long-term obligations. Governmental funds include:

1. General Fund - is the general operating fund of the Police Jury which accounts for all financial resources except those required to be accounted for in other funds; and
2. Special Revenue Funds - account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

Fiduciary Funds: Fiduciary funds account for resources held in trust for other parties. As such, the Police Jury has no equity in these funds. They utilize the flow of economic resources measurement focus and the accrual basis of accounting. Fiduciary funds include:

1. Agency Funds – accounts for assets that do not belong to the Police Jury and cannot be used to finance the Police Jury's own operating programs.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

Basis of Accounting/Measurement Focus: The type of financial statement presentation determines the accounting and financial reporting treatment applied to a fund.

The government-wide statements are reported using an economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets, deferred outflows of resources, liabilities and deferred inflows of resources associated with the operation of governmental activities are included in the statement of net position. Revenues are recognized when earned, and expenses are recognized at the time the liabilities are incurred in the statement of activities. In these statements, capital assets are reported and depreciated in each fund.

All governmental funds are reported using a current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements present increases and decreases in net current assets. Expenditures for capital assets are reported as current expenses, and such assets are not depreciated.

Budgets and Budgetary Accounting: Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for the general fund and all special revenue funds with the exception of the criminal court fund. It is exempt from the requirements of the Local Government Budget Act.

The Police Jury uses the following budget practices:

The finance committee prepares a proposed budget for the ensuing year and submits it to the Police Jury. The availability of the proposed budget for public inspection and the date of the public hearing are advertised in the official journal which can be no later than December 15th.

During a regular meeting, the Police Jury holds a public hearing on the proposed budget in order to allow public participation. Changes are made based on the public hearing, if necessary, and the desires of the Police Jury as a whole. The budget is then adopted during a regular meeting, and notice is published in the official journal. Amendments adopted by the Jurors are included in the minutes and published in the official journal.

The Police Jury exercises budgetary control at the functional level. Within functions, it has the authority to make amendments when needed. Budgeted amounts shown are as originally adopted and as amended.

All budgetary appropriations lapse at year-end. Unexpected appropriations must be re-appropriated in the next year's budget to be expended.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

Cash and Cash Equivalents: Cash includes amounts in demand deposits, interest bearing demand deposits, money market accounts and certificates of deposits. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under State law, the Police Jury may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. For purposes of the statement of cash flows, the Police Jury considers all investments with maturities of less than 90 days to be cash and cash equivalents.

Investments: Investments are limited by Louisiana R.S. 33:2955. If the original maturities of investments exceed 90 days, they are classified as investments. Otherwise, the investments are classified as cash and cash equivalents. In accordance with GASB Statement No. 31, investments are recorded at fair value with the corresponding increase or decrease reported in investment earnings. The Police Jury did not have any investments at December 31, 2012.

Receivables: Receivables are recorded net of any allowance for uncollectible amounts in governmental activities. Revenues become susceptible to accrual when they become both measurable and available.

Taxes: Property Taxes - Property taxes are levied on a calendar year basis. They are due by December 31st and are considered delinquent on January 1st of each year. The following is a summary of authorized and levied ad valorem taxes for the parish as a whole:

	<u>Authorized</u>	<u>Levied</u>
<i>General Fund</i>		
Town of Jackson	1.38	1.38
All Others	2.77	2.77
<i>Special Revenue Funds</i>		
Health Unit	3.00	3.00
<i>Agency Funds</i>		
Library	2.50	2.50

Listed below are the principal taxpayers for the parish.

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Assessed Value</u>	<u>%age of Total Assessed Value</u>	<u>Anticipated Revenues</u>
Colonial Pipeline	Oil/gas	\$ 9,814,210	1.07%	\$ 446,648
Bengal Pipeline Co.	Oil/gas	8,603,350	.93%	391,625
Transcontinental Gas	Oil/gas	7,906,680	.86%	359,912
GATX Financial Group	Leases	7,414,270	.81%	337,498

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

Sales Taxes - The Police Jury receives the following sales taxes approved by the voters of the parish: (1) 1% designated for roads and bridges; (2) 1% designated for solid waste management; and (3) 1% split between the general and roads & bridges funds. There is an agreement with the East Feliciana Parish School Board to collect the sales taxes of the parish for a stipulated fee. The School Board remits the Police Jury's portion on a monthly basis.

Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Capital Assets: The Police Jury's assets are recorded at historical cost or estimated cost if historical cost is not available. Donated assets are valued at their estimated fair value on the date of donation. Capitalization thresholds are defined as assets with a cost of \$2,500 or more per unit.

Depreciation is recorded using the straight-line method or the modified accelerated recovery cost system over the estimated useful lives of the assets as follows:

Buildings	40 years	Vehicles	5 years
Equipment	5-10 years	Infrastructure	40-50 years
Furniture/Computers	7 years		

In June 1999, the Governmental Accounting Standards Board issued Statement No. 34, which required the inclusion of infrastructure assets, used in governmental activities in the general purpose financial statements retroactively reported back to 1982. An exception existed for local governments with annual revenues of less than \$10 million. As a result of this exception, the Police Jury elected to not report its governmental infrastructure retroactively. From that point forward, the basic approach to infrastructure reporting for governmental activities will be utilized when applicable.

Compensated Absences: The Police Jury allows annual leave to its regular full-time employees based on length of service (1 week after 1 year of service; 2 weeks after 2 years; 3 weeks after 5 years and 4 weeks after 10 years). This benefit changes slightly for hourly employees (1 week after 1 year of service; 2 weeks after 3 years; 3 weeks after 6 years and 4 weeks after 12 years). No leave is earned, however, while on suspension or leave without pay status. Annual leave may be carried over to the next calendar year. Employees are not paid for their unused annual leave at year-end, but are paid for accumulated, unused leave upon termination.

Long-Term Obligations: In the government-wide financial statements, debt principal payments of governmental activities are reported as decreases in the balance of the liability on the statement of net assets. In the fund financial statements, however, debt principal payments of governmental funds are recognized as expenditures when paid.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

Net Position/Fund Balances: In the statements of net position, the difference between a government's assets, deferred outflows, liabilities and deferred inflows of resources is recorded as net position. The three components of net position are as follows:

Net Investment in Capital Assets

This category records capital assets net of accumulated depreciation and reduced by any outstanding balances of bonds, mortgages, notes or other borrowings attributable to the acquisition, construction or improvement of capital assets.

Restricted

The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

Unrestricted

The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

In the Balance Sheet of governmental funds, fund balances are segregated as follows:

Non-spendable

This includes amounts in permanent funds and inventories that are permanently precluded from conversion to cash.

Restricted

Fund balances that are restricted include those resources constrained to a specific purpose by enabling legislation, external parties or constitutional provisions.

Committed

Fund balances may be committed for a specific purpose by the highest level of decision making authority through a formal action such as the adoption of an ordinance. The removal of or change in this commitment can only be accomplished by the same level of authority through the same type of action taken to commit the fund balances initially.

Assigned

Resources earmarked for a specific purpose by a government's management are reported as assigned fund balances.

Unassigned

This category represents that portion of equity that is available for any purpose.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

Inter-fund Transactions: All inter-fund transactions except quasi-external transactions, are reported as operating transfers. These are eliminated in the government-wide statements.

NOTE 2 - CASH AND CASH EQUIVALENTS

Deposits are stated at cost, which approximates market. Under state law, they must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal or exceed the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell pledged securities within 10 days of being notified that the fiscal agent has failed to pay deposited funds upon demand even though the pledged securities are considered uncollateralized under the provisions of GASB Statement No. 3.

The Police Jury does not have any cash and cash equivalents exposed to custodial credit risk.

The cash and cash equivalents on hand at December 31, 2012, are as follows:

Demand deposits	\$ 79,945.15
Interest-bearing demand deposits	<u>4,235,173.22</u>
Total	<u>4,315,118.37</u>

NOTE 3 - RECEIVABLES

The net receivables, with the exception of inter-fund and inter-governmental transactions, of \$763,442.27 as of December 31, 2012, are as follows:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Total</u>
Accounts	\$ 1,139.99	\$ 4,219.74	\$ 5,359.73
Taxes	<u>311,069.46</u>	<u>447,013.08</u>	<u>758,082.54</u>
Total	<u>312,209.45</u>	<u>451,232.82</u>	<u>763,442.27</u>

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

NOTE 4 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2012, is as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities				
Capital Assets, not being depreciated				
Land	\$ 259,230.00	\$.00	\$.00	\$ 259,230.00
Capital Assets, being depreciated				
Buildings	9,627,258.63	.00	.00	9,627,258.63
Less: accumulated depreciation	3,967,689.10	196,840.70	.00	4,164,529.80
Net Buildings	5,659,569.53	(196,840.70)	.00	5,462,728.83
Equipment/Vehicles	3,459,870.01	415,928.84	(198,000.00)	3,677,798.85
Less: accumulated depreciation	2,364,526.05	107,235.48	(198,000.00)	2,273,761.53
Net Equipment/Vehicles	1,095,343.96	308,693.36	.00	1,404,037.32
Streets/Bridges	1,342,103.17	.00	.00	1,342,103.17
Less: accumulated depreciation	242,091.31	71,604.32	.00	313,695.63
Net Furniture and Fixtures	1,100,011.86	(71,604.32)	.00	1,028,407.54
Capital Assets, being depreciated, net	7,854,925.35	40,248.34	.00	7,854,925.35
Capital Assets, net	8,114,155.35	40,248.34	.00	8,154,403.69

Depreciation expense was charged to governmental functions as follows:

General government	\$ 206,444.55
Public safety	53,535.27
Public works	115,700.68
 Total	 <u>375,680.50</u>

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

NOTE 5 – RETIREMENT SYSTEM

Substantially all employees of the Police Jury are members of the Parochial Employees Retirement System of Louisiana, a multiple-employer, public employee retirement system (PERS) controlled and administered by a separate board of trustees. All permanent employees working at least 28 hours per week who are paid wholly or in part from parish funds are eligible to participate. Contributions of participating agencies are pooled within the System to fund accrued benefits, with contribution rates approved by the Louisiana Legislature.

The System is composed of two distinct plans – Plan A and Plan B – with separate assets and benefit provisions. All participants of the Police Jury are members of Plan A. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service or at or after age 55 with at least 25 years of creditable service are entitled to retirement benefits, payable monthly for life, equal to 3% of their final average salary in excess of \$100 for each year of creditable service. Furthermore, employees with at least 10 years of creditable service but less than 30 years may take early retirement benefits commencing at or after age 60, with the benefit reduced 3% for each year retirement precedes age 60. In any case, monthly retirement benefits paid under Plan A cannot exceed the lesser of 100% of final-average salary or \$70 multiplied by total years of creditable service.

Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above and do not withdraw their employee contributions may retire at the ages specified above and receive the benefit accrued to their date of termination. The system also provides death and disability benefits. The same statute establishes these benefits.

Funding Policy: Contributions to the system include $\frac{1}{4}$ of 1% of the taxes shown to be collectible by the tax rolls of each parish, except Orleans and East Baton Rouge. These tax dollars are divided between Plans A and B, based proportionately on the salaries of the active members of each plan. State statutes require covered employees to contribute a percentage of their salaries to the system. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year.

Plan members are required to contribute 9.50% of their annual covered salary and the Police Jury is required to contribute 16.72% of annual covered payroll. The Police Jury's contributions to the System for the years ending December 31, 2012, 2011 and 2010, were \$116,598, \$126,605 and \$129,670, respectively, equal to the required contributions for each year. Under present statutes, the Police Jury does not guarantee the benefits granted by the system.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Parochial Employees' Retirement System, P. O. Box 14619, Baton Rouge, Louisiana 70898.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

NOTE 6 - ACCOUNTS AND OTHER PAYABLES

The payables, with the exception of inter-fund and inter-governmental transactions, of \$349,478.83 at December 31, 2012, are as follows:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Total</u>
Accounts	\$ 146,360.84	\$ 203,117.99	\$ 349,478.83

NOTE 7 - COMPENSATED ABSENCES

Computed in accordance with GASB Codification Section C60, employees of the Police Jury had accumulated and vested \$13,428 of employee leave benefits at December 31, 2012. Governmental activities record these benefits in the statement of net assets. This amount is not included in the fund financial statements for the general fund.

NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS

The Police Jury does not offer any post-employment benefits to its employees upon retirement.

NOTE 9 - LONG-TERM DEBT

The following is a summary of long-term debt incurred as of December 31, 2012:

	<u>Beginning</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending</u>
Governmental Activities:				
Revenue bonds	\$ 32,627.30	\$.00	\$ 19,440.48	\$ 13,186.82
Notes	35,353.67	.00	9,778.73	25,574.94
Compensated absences	13,428.00	17,166.00	17,166.00	13,428.00
Total	81,408.97	17,166.00	46,385.21	52,189.76

Bonds currently outstanding by governmental activities are as follows:

\$170,000 Revenue Bonds, Series 2004 dated 2/5/04	
Due in monthly installments of \$1,741.44 through 2/5/14	
Interest payable at 4.25%	\$ 13,186.82

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

Repayment on this debt is as follows:

<u>Due Date</u>	<u>Principal</u>	<u>Interest</u>
2013	\$ 11,451.32	\$ 3,996.86
2014	<u>1,735.30</u>	<u>6.14</u>
Total	<u>13,186.62</u>	<u>4,003.00</u>

Notes executed by the General Fund include the following:

\$90,265 Defaulted grant dated 1/1/06	
Due in monthly installments of \$752.21 over 10 years	
Non-interest bearing	\$ 25,574.94

Repayment on this debt is as follows:

<u>Due Date</u>	<u>Principal</u>
2013	\$ 9,026.52
2014	9,026.52
2015	<u>7,521.90</u>
Total	<u>25,574.94</u>

NOTE 10 – INTER-FUND TRANSACTIONS

Amounts due to/from other funds within the Police Jury at December 31, 2012, are as follows:

	<u>Receivables</u>	<u>Payables</u>
General Fund	\$ 698,628.82	\$ 51,156.19
Special Revenue Funds:		
Roads & Bridges	124,493.55	1,809,941.22
Solid Waste	1,275,000.00	22,386.65
Coroner	184.82	.00
Criminal Court	51,156.19	107,654.21
Health Unit	.00	7,169.88
Fiduciary Funds:		
Sales Tax	<u>.00</u>	<u>151,155.23</u>
Total	<u>2,149,463.38</u>	<u>2,149,463.68</u>

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

Transfers between funds during the year were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 350,000.00	\$ 417,924.80
Special Revenue Funds:		
Roads & Bridges	404,924.80	.00
Coroner	13,000.00	.00
Health Unit	.00	350,000.00
Total	<u>767,924.80</u>	<u>767,924.80</u>

NOTE 11 – FUND DEFICITS

The following funds have net deficits as of December 31, 2012:

<u>Fund</u>	<u>Net Deficit</u>
Roads & Bridges	\$ 632,763.69
Criminal Court	50,160.00

Management is making every effort to seek relief from grant and other type contributions to fund maintenance/construction of roadways within the parish as well as closely monitoring the expenditures from the Roads & Bridges Fund.

Consideration will be given in 2013 to reclassify the amount due from the Criminal Court Fund to the General Fund as a transfer.

NOTE 12 - LITIGATION

The Police Jury is a defendant in a pending lawsuit filed in the 20th Judicial District Court that is being handled by the Policy Jury's insurance carrier. While the outcome of this case cannot be determined at this time, the Police Jury denies any liability and is actively defending its position. It is anticipated that there will not be any liability associated with this suit that might have an adverse effect on the Police Jury's financial position.

The Police Jury is also a defendant in three other lawsuits for which the outcome cannot be determined at this time. A financial impact is not anticipated with either of these suits.

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2012**

NOTE 13 - RELATED PARTY TRANSACTIONS

There were no related party transactions that would require disclosure in the accompanying financial statements.

NOTE 14 - SUBSEQUENT EVENTS

There were no events subsequent to year-end and prior to June 30, 2013, the date on which these financial statements were available to be issued, that would have a significant impact on the accompanying financial statements.

NOTE 15 – EVENT SUBSEQUENT TO THE DATE OF THE INDEPENDENT AUDITORS’ REPORT

Subsequent to the issuance of the independent auditors’ report dated June 30, 2013, it was discovered that certain grant awards were omitted from the schedule of expenditures of federal awards although they were reported in the statement of activities and statement of revenues, expenditures and changes in fund balances as grants and other contributions. This change in the schedule of expenditures of federal awards increased the total expenditures to \$517,120.49 (5.6%).

REQUIRED SUPPLEMENTAL INFORMATION
(PART 2 OF 2)

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED DECEMBER 31, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Intergovernmental	\$ 75,000.00	\$ 75,000.00	\$ 19,753.00	(55,247.00)
Taxes	667,988.00	667,988.00	1,106,992.11	439,004.11
Franchise fees	10,000.00	10,000.00	8,428.81	(1,571.19)
Insurance rebates	75,000.00	75,000.00	76,536.84	1,536.84
Licenses and permits	338,079.00	338,079.00	272,492.49	(65,586.51)
Charges for services	25,950.00	25,950.00	75,492.07	49,542.07
Fines and forfeitures	48,000.00	48,000.00	-	(48,000.00)
Rents and other fees	330,300.00	330,300.00	351,360.35	21,060.35
Grants and other contributions	285,000.00	285,000.00	568,099.85	283,099.85
Interest earned	14,624.00	14,624.00	523.91	(14,100.09)
Other revenues	40,000.00	40,000.00	38,785.54	(1,214.46)
Total Revenues	1,909,941.00	1,909,941.00	2,518,464.97	608,523.97
<u>EXPENDITURES</u>				
General government	675,000.00	675,000.00	650,965.80	24,034.20
Culture and recreation	7,110.00	7,110.00	3,077.20	4,032.80
Economic development	60,000.00	60,000.00	56,833.10	3,166.90
Health and welfare	95,000.00	145,000.00	142,305.13	2,694.87
Public safety	813,474.00	1,075,000.00	1,099,156.41	(24,156.41)
Public works	1,650.00	220,000.00	222,102.21	(2,102.21)
Debt service	30,500.00	30,500.00	30,676.01	(176.01)
Capital outlay	-	28,000.00	29,939.84	(1,939.84)
Total Expenditures	1,682,734.00	2,240,610.00	2,235,055.70	5,554.30
Excess (Deficiency) of Revenues over Expenditures	227,207.00	(330,669.00)	283,409.27	602,969.67
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers, net	(360,000.00)	(75,000.00)	(67,924.80)	7,075.20
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	(132,793.00)	(405,669.00)	215,484.47	610,044.87
Fund Balances, restated, beginning	1,690,484.89	1,690,484.89	1,690,484.89	-
Fund Balances, ending	1,557,691.89	1,284,815.89	1,905,969.36	610,044.87

See Independent Auditors' Report

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
ROADS & BRIDGES FUND
YEAR ENDED DECEMBER 31, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Intergovernmental	\$ 230,000.00	\$ 230,000.00	\$ 237,609.22	\$ 7,609.22
Taxes	3,025,000.00	1,280,000.00	1,405,366.11	125,366.11
Licenses and permits	-	-	5,200.00	5,200.00
Grants and other contributions	-	-	230,439.71	230,439.71
Interest earned	5,200.00	5,200.00	932.92	(4,267.08)
Other revenues	-	-	934.48	934.48
Total Revenues	3,260,200.00	1,515,200.00	1,880,482.44	365,282.44
<u>EXPENDITURES</u>				
Public works	3,040,500.00	3,217,890.00	1,336,894.98	1,880,995.02
Capital outlay	400,000.00	452,357.00	385,989.00	66,368.00
Total Expenditures	3,440,500.00	3,670,247.00	1,722,883.98	1,947,363.02
Excess (Deficiency) of Revenues over Expenditures	(180,300.00)	(2,155,047.00)	157,598.46	2,312,645.46
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers, net	350,000.00	402,357.00	404,924.80	2,567.80
Sale of tangible assets	-	-	104,250.00	104,250.00
Total Other Financing Sources (Uses)	350,000.00	402,357.00	509,174.80	106,817.80
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	169,700.00	(1,752,690.00)	666,773.26	2,419,463.26
Fund Balances (Deficit), beginning	(1,299,536.95)	(1,299,536.95)	(1,299,536.95)	-
Fund Balances (Deficit), ending	(610,136.95)	(4,402,559.95)	(632,763.69)	4,945,744.32

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**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
SOLID WASTE FUND
YEAR ENDED DECEMBER 31, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Taxes	\$ 1,150,000.00	\$ 1,150,000.00	\$ 1,448,877.50	\$ 298,877.50
Grants and other contributions	-	-	7,189.84	7,189.84
Interest earned	7,200.00	7,200.00	3,785.94	(3,414.06)
Total Revenues	1,157,200.00	1,157,200.00	1,459,853.28	302,653.28
<u>EXPENDITURES</u>				
Public works	1,192,200.00	1,192,200.00	997,538.53	194,661.47
Excess (Deficiency) of Revenues over Expenditures	(35,000.00)	(35,000.00)	462,314.75	497,314.75
Fund Balances, beginning	2,659,209.23	2,659,209.23	2,659,209.23	-
Fund Balances, ending	2,624,209.23	2,624,209.23	3,121,523.98	497,314.75

See Independent Auditors' Report

COMBINING AND INDIVIDUAL FUND STATEMENTS

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2012**

	<u>Coroner</u>	<u>Criminal Court</u>	<u>Health Unit</u>	<u>Totals</u>
<u>ASSETS</u>				
Cash and cash equivalents	\$ 2,634.70	\$ 8,199.71	\$ 312,175.99	\$ 323,010.40
Receivables, net:				
Accounts	220.00	3,999.74	-	4,219.74
Taxes	-	-	347,082.38	347,082.38
Due from other funds	184.82	51,156.19	-	51,341.01
Due from other govt agencies	-	-	41,877.00	41,877.00
TOTAL ASSETS	3,039.52	63,355.64	701,135.37	767,530.53
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	-	5,861.43	2,576.39	8,437.82
Due to other funds	-	107,654.21	7,169.88	114,824.09
Due to other govt agencies	-	-	12,402.04	12,402.04
Total Liabilities	-	113,515.64	22,148.31	135,663.95
Fund Balances:				
Restricted for health unit operations/maintenance	-	-	678,987.06	678,987.06
Committed for:				
Coroner expenses	3,039.52	-	-	3,039.52
Court operations	-	(50,160.00)	-	(50,160.00)
Total Fund Balances (Deficit)	3,039.52	(50,160.00)	678,987.06	631,866.58
TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)	3,039.52	63,355.64	701,135.37	767,530.53

See Independent Auditors' Report

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED DECEMBER 31, 2012**

	<u>Coroner</u>	<u>Criminal Court</u>	<u>Health Unit</u>	<u>Totals</u>
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ 15,920.52	\$ 41,879.00	\$ 57,799.52
Taxes:				
Ad valorem	-	-	359,339.57	359,339.57
Fines and forfeitures	6,750.00	132,693.26	-	139,443.26
Interest earned	2.20	11.38	173.35	186.93
Other revenues	-	-	5,463.34	5,463.34
	<hr/>			
Total Revenues	6,752.20	148,625.16	406,855.26	562,232.62
<u>EXPENDITURES</u>				
Health and welfare	-	-	161,150.71	161,150.71
Public safety	17,852.25	200,046.40	-	217,898.65
	<hr/>			
Total Expenditures	17,852.25	200,046.40	161,150.71	379,049.36
Excess (Deficiency) of Revenues over Expenditures				
Before Other Financing Sources (Uses)	(11,100.05)	(51,421.24)	245,704.55	183,183.26
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers	13,000.00	-	(350,000.00)	(337,000.00)
	<hr/>			
Change in Fund Balances	1,899.95	(51,421.24)	(104,295.45)	(153,816.74)
	<hr/>			
Fund Balances, beginning	1,139.57	1,261.24	783,282.51	785,683.32
	<hr/>			
Fund Balances (Deficit), ending	3,039.52	(50,160.00)	678,987.06	631,866.58
	<hr/>			

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SUPPLEMENTARY SCHEDULES AND INFORMATION

**EAST FELICIANA PARISH POLICY JURY
CLINTON, LOUISIANA
SCHEDULE OF CHANGES IN DEPOSITS AND OTHER PAYABLES
FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2012**

	<u>Library Tax</u>	<u>Sales Tax</u>	<u>Totals</u>
Deposits, beginning of year	\$ 167,041.83	\$ 210,006.20	\$ 377,048.03
Additions:			
Taxes	456,249.86	3,044,190.28	3,500,440.14
Total Additions	456,249.86	3,044,190.28	3,500,440.14
Reductions:			
Payments to agencies	288,583.66	3,017,992.57	3,306,576.23
Total Reductions	288,583.66	3,017,992.57	3,306,576.23
Deposits, end of year	334,708.03	236,203.91	570,911.94

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**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2012**

Federal Grantor/Pass-Through Grantor/ Program Title	CFDA Number	Federal Expenditures
<i>Major Program</i>		
<i>U.S. Federal Emergency Management Agency</i>		
<i>Office of Homeland Security</i>		
<u>Passed Through</u>		
<i>Governor's Office of Homeland Security and Emergency Preparedness</i>		
<i>Emergency Management Performance Grant</i>	97.067	\$ 35,455.69
<i>State Homeland Security Program</i>	97.073	72,050.37
<i>Urban Area Security Initiative</i>	97.008	55,627.00
<i>Flood Mitigation Assistance Program</i>	97.029	27,180.00
<i>Assistance to Communities</i>	97.036	73,798.55
<u>Passed Through</u>		
<i>Louisiana Department of Public Safety</i>		
<i>Public Assistance</i>	97.036	50,336.27
		<u>314,447.88</u>
 <i>Non-Major Program</i>		
<i>U.S. Department of Housing and Urban Development</i>		
<u>Passed Through</u>		
<i>Division of Administration - Office of Community Development</i>		
<i>Community Development Block Grant</i>	14.228	101,026.61
 <i>U. S. Department of Transportation</i>		
<u>Passed Through</u>		
<i>Louisiana Department of Transportation and Development</i>		
<i>Council on Aging Grant</i>	20.509	101,646.00
		<u>517,120.49</u>

**Notes to Schedules of Expenditures of Federal Awards
Year Ended December 31, 2012**

Basis of Presentation

This schedule of expenditures of federal awards includes the federal grant activity of the East Feliciana Parish Police Jury and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*.

See Independent Auditors' Report

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
SCHEDULE OF COMPENSATION PAID TO GOVERNING MEMBERS
YEAR ENDED DECEMBER 31, 2012**

This schedule is presented in accordance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature.

<u>Name of Police Juror</u>	<u>Amount</u>
District 1-A Dennis Aucoin (President)	\$ 11,028.00
District 1-B Chris Hall	10,078.00
District 2 Edward Brooks, Sr. (Vice-President)	10,428.00
District 3 Jason H. McCray	10,403.00
District 4-A Keith Mills	10,378.00
District 4-B Dwight Hill	10,428.00
District 5 Larry Beauchamp	10,428.00
District 6 Karl "Bubba" Chaney	10,278.00
District 7 Louis Kent	<u>10,428.00</u>
Total	<u>93,877.00</u>

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**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
SCHEDULE OF SUBSEQUENT BUDGETS
YEAR ENDING DECEMBER 31, 2013**

	Fund		
	General	Roads & Bridges	Solid Waste
REVENUES			
Taxes	\$ 742,988	\$ 1,510,000	\$ 1,150,000
Licenses and permits	338,000	-	-
Charges for services	25,950	-	-
Rents and other fees	350,000	-	-
Interest earned	1,000	5,200	4,200
	638,062	-	-
Other revenues	85,000	-	-
Total Revenues	2,181,000	1,515,200	1,154,200
EXPENDITURES			
General government	650,000	-	-
Culture and recreation	4,000	-	-
Economic development	57,000	-	-
Health and welfare	145,000	-	-
Public safety	1,075,000	-	-
Public works	220,000	1,315,200	1,154,200
Debt service	30,000	-	-
Total Expenditures	2,181,000	1,315,200	1,154,200
Excess of Revenues over Expenditures	-	200,000	-
OTHER FINANCING SOURCES (USES)			
Transfers	-	(100,000)	100,000
Excess of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	-	100,000	100,000
Fund Balances, beginning	1,905,969	(632,764)	3,121,524
Fund Balances, ending	1,905,969	(532,764)	3,221,524

See Independent Auditors' Report

MARY SUE STAGES, CPA
A PROFESSIONAL ACCOUNTING CORPORATION

3121 Van Buren Street, Suite A
P. O. Box 30
Baker, Louisiana 70704-0030
Phone (225) 775-4982 * Fax (225) 775-4912
mstages@butlercpa.brcoxmail.com

Louisiana Society of Certified Public Accountants
American Institute of Certified Public Accountants
Association of Governmental Accountants
Governmental Audit Quality Control Center

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND
OTHER MATTERS AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Mr. Glen Kent, Parish Manager
and the Members of the Police Jury
East Feliciana Parish Police Jury
P. O. Box 427
Clinton, Louisiana 70722

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and remaining fund information of the East Feliciana Parish Police Jury as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the East Feliciana Parish Police Jury's financial statements, and have issued our report thereon dated June 30, 2013.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the East Feliciana Parish Police Jury's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that is required to be reported under *Government Auditing Standards* and is identified in the accompanying schedule of findings and questioned costs as 2012.01 and 2012.02.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the East Feliciana Parish Police Jury's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of

the East Feliciana Parish Police Jury's internal control. Accordingly, we do not express an opinion on the effectiveness of the East Feliciana Parish Police Jury's internal control over financial reporting.

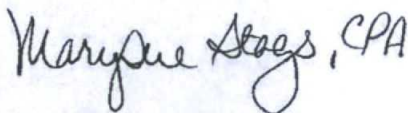
A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended solely for the information and use of management, others within the agency, the Legislative Auditor and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



Mary Sue Stages, CPA,
A Professional Accounting Corporation
Baker, LA
June 30, 2013

MARY SUE STAGES, CPA
A PROFESSIONAL ACCOUNTING CORPORATION

3121 Van Buren Street, Suite A
P. O. Box 30
Baker, Louisiana 70704-0030
Phone (225) 775-4982 * Fax (225) 775-4912
msstages@butlercpa.brcnmail.com

Louisiana Society of Certified Public Accountants
American Institute of Certified Public Accountants
Association of Governmental Accountants
Governmental Audit Quality Control Center

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

Mr. Glen Kent, Parish Manager
and the Members of the Police Jury
East Feliciana Parish Police Jury
P. O. Box 427
Clinton, Louisiana 70722

Report on Compliance for Each Major Federal Program

We have audited East Feliciana Parish Police Jury's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on its major federal program for the year ended December 31, 2012. East Feliciana Parish Police Jury's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal program.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance of East Feliciana Parish Police Jury's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about East Feliciana Parish Police Jury's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance of East Feliciana Parish Police Jury. However, our audit does not provide a legal determination of East Feliciana Parish Police Jury's compliance.

Opinion on Each Major Federal Program

In our opinion, East Feliciana Parish Police Jury complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2012.


Report on Internal Control Over Compliance

Management of East Feliciana Parish Police Jury is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered East Feliciana Parish Police Jury's internal control over compliance with the types of requirements that could have a direct and material effect on its major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with *OMB Circular A-133*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of East Feliciana Parish Police Jury's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirement of *OMB Circular A-133*. Accordingly, this report is not suitable for any other purpose.



Mary Sue Stages, CPA
A Professional Accounting Corporation
June 30, 2013

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
SCHEUDLE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2012**

We have audited the basic financial statements of the East Feliciana Parish Police Jury as of and for the year ended December 31, 2012, and have issued our report thereon dated June 30, 2013. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our audit of the financial statements as of December 31, 2012, resulted in an unmodified opinion on the primary government only.

Section I Summary of Auditor's Reports

- A. Report on Compliance and Internal Control Material to the Financial Statements
- | | | |
|--------------------------|----------------------------------|-------|
| Compliance/Other Matters | Material to Financial Statements | ■ Yes |
| Internal Control | Deficiency(ies) | ■ No |
| | Material Weaknesses | ■ No |
- B. Federal Awards
- | | | |
|--------------------------|----------------------------------|-------|
| Compliance/Other Matters | Material to Financial Statements | ■ No |
| Internal Control | Deficiency(ies) | ■ Yes |
| | Material Weaknesses | ■ No |

C. Identification of Major Programs

- ▶The programs tested as major programs included: U.S. Federal Emergency Management Agency/Office of Homeland Security, Homeland Security and Emergency Preparedness (97.067, 97.073, 97.008, 97.029, 97.036).
- ▶The threshold for distinguishing Types A and B programs was \$300,000.
- ▶East Feliciana Parish Police Jury was determined to be a low-risk auditee.

Section II Financial Statement Findings

2012-01 Fund Deficits

Criteria. Public bodies should operate in such a manner as to alleviate operating results that result in deficit net assets.

Condition. The Roads & Bridges Fund had a net deficit of \$632,764 at December 31, 2012. This was also the case in prior years although the deficit was decreased by \$666,773 in the current year.

The Criminal Court Fund has a net deficit of \$50,160 at December 31, 2012.

Impact. The General Fund may be required to utilize its assets to compensate thereby hindering its ability to provide services to citizens of the parish.

Continued

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
SCHEUDLE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2012**

Recommendation. We recommend that management continue to monitor the expenditures of the Roads & Bridges Fund and to seek grants and other such contributions to fund major road improvements and constructions. It is very encouraging that management was able to decrease the deficit by more than \$600,000 during the current and prior year.

Management's Response. Management will continue to monitor the Roads & Bridges Fund and seek grants and other type contributions when possible. During 2013, the Jurors will consider reclassifying the amount provided to the Criminal Court as a transfer to cover any deficits in this fund.

2012.02 Compliance with Audit Law

Criteria. Louisiana Revised Statute 24:513 requires that an audited financial statement be submitted to the Legislative Auditor within six months of the close of an entity's fiscal year or June 30th.

Condition. This deadline was not met for the year ended December 31, 2012.

Impact. The Police Jury is not in compliance with applicable laws.

Recommendation. We recommend that the Police Jury make every attempt to comply with this requirement in the future including engaging an auditor timely.

Management's Response. We will comply with this recommendation.

Section III Federal Award Findings and Questioned Costs

None

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
YEAR ENDED DECEMBER 31, 2012**

Section I Internal Control and Compliance Material to the Financial Statements

2009-01 Fund Deficits (2010-01 and 2011-01)	<i>Partially Resolved; See Finding 2012-01</i>
<i>Recommendation:</i> To continue to manage the expenditures of the Roads & Bridges Fund	

Section II Compliance and Internal Control Material to Federal Awards

None

Section III Management Letter

None

**EAST FELICIANA PARISH POLICE JURY
CLINTON, LOUISIANA
MANAGEMENT'S CORRECTIVE ACTION PLAN
YEAR ENDED DECEMBER 31, 2012**

Section I Compliance and Internal Control Material to the Financial Statements

<p>2012-01 Fund Deficits</p> <p><i>Recommendation:</i> To continue plans to alleviate fund deficits within a specified time period</p> <p><i>Management's Response:</i> Management sought the advice of its financial advisor to create an appropriate plan of action that went into effect in 2011. We were able to decrease the deficit of the Roads & Bridges Fund by \$633,000 during 2011 and \$666,773 in 2012.</p> <p>Consideration for reclassification will be given to the Criminal Court in 2013.</p>	<p><i>Person Responsible.</i> Glen Kent</p> <p><i>Estimated Completion.</i> to be determined</p>
<p>2012-02 Compliance with Audit Law</p> <p><i>Recommendation:</i> To make every attempt to comply with deadlines</p> <p><i>Management's Response:</i> Management will comply in 2013</p>	<p><i>Person Responsible.</i> Glen Kent</p> <p><i>Estimated Completion.</i> 12/31/2013</p>

Section II Compliance and Internal Control Material to Federal Awards

N/A

Section III Management Letter

N/A